

**FORM
INSP**Rev
X/20**State of Colorado
Oil and Gas Conservation Commission**1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

09/11/2024

Submitted Date:

09/13/2024

Document Number:

708904568

FIELD INSPECTION FORMLoc ID 334069 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

ECMC Operator Number: 10456

Name of Operator: CAERUS PICEANCE LLC

Address: 1001 17TH STREET #1600

City: DENVER State: CO Zip: 80202

Status Summary:

- ☒ THIS IS A FOLLOW UP INSPECTION
- ☒ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:

42 Number of Comments

1 Number of Corrective Actions

- ☒ Corrective Action Response Requested

**ANY CORRECTIVE ACTION(S) FROM
PREVIOUS INSPECTIONS THAT HAVE NOT
BEEN ADDRESSED ARE STILL APPLICABLE****Contact Information:**

Contact Name	Phone	Email	Comment
Toews, Wesley		wtoews@blm.gov	
, Caerus		COGCC.inspections@caerus oilandgas.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
262866	WELL	PR	09/17/2002	GW	045-08064	SHIDELER 1-7 (G1)	PR
268506	WELL	PR	07/08/2004	GW	045-09268	HMU 1-6D (G1)	PR
282079	WELL	PR	08/25/2006	GW	045-11633	SHIDLER FEDERAL 1-9 (G1SW)	PR
282080	WELL	PR	08/26/2006	GW	045-11632	SHIDELER FEDERAL 1-2C (G1SW)	PR
282081	WELL	PR	07/21/2006	GW	045-11631	SHIDELER 1-1C (G1SW)	PR

General Comment:**CECMC Inspection Report Summary**

On 09/11/2024 at approximately 12:29 hours, I, Compliance Specialist, Wayne Smelser
Conducted a follow up inspection at CAERUS PICEANCE LLC SHIDELER 1-7 (G1SW) Pad.
Location # 334069 in Garfield County Colorado.

Please refer to inspection 708904464 conducted on 08/29/2024, previous corrective actions have been completed.

Location is within Black Bear Habitat area & in close proximity to High Priority/NSO Habitat areas.

Location is approximately 500 yards from Middle Mamm Creek.

While there, I observed normal production operations & a crew prepping to sandblast interior of the pump house.

During this inspection the following compliance issues were observed:

1. Equipment - Open ended load line with a CA date of 09/20/2024

A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This is a summary of inspection report.

Location**Lease Road:**

Type	Access		
comment:			
Corrective Action		Date:	

Overall Good: ☐**Signs/Marker:**

Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:	1 tank battery lacks required signage - please refer to photo log		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Wellhead signs located at separators		
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the units indicates the storage tanks are full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tanks.		
Corrective Action:		Date:	

Emergency Contact Number:

Comment:	911/970-285-2615	
Corrective Action:		Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	Some staining on concrete slabs near Capstone generators		
Corrective Action:		Date:	

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Shideler 1-7 & HMU 1-6D wellheads - cattle panels		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Capstone generators - cattle panels & jersey barriers		
Corrective Action:		Date:	
Type	TANK BATTERY		
Comment:	Cattle panels around 1 of 2 tank batteries on location		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Other	# 1		
Comment:	Open ended load line		
Corrective Action:	All load lines will be capped or plugged	Date:	09/20/2024
Type: Other	# 1		
Comment:	Sandblasting equipment		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 2		
Comment:			
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Roll off dumpster		
Corrective Action:		Date:	
Type: Ancillary equipment	# 5		
Comment:	Capstone C65 microturbine generators		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 3		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 4		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Pump house		
Corrective Action:		Date:	
Type: Plunger Lift	# 5		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Other	# 2		
Comment:	Fire extinguishers		

Corrective Action:		Date:	
Type: Other	# 1		
Comment:	Spill response kit		
Corrective Action:		Date:	
Type: Bird Protectors	# 3		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Air compressor		
Corrective Action:		Date:	
Type: Bradenhead	# 5		
Comment:	Pressure transducers located on all bradenhead, bradenhead valves are accessible.		
Corrective Action:		Date:	
Type: Gas Meter Run	# 6		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Metal	Adequate	Walls Sufficient			
Comment:	Centralized containment				
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	2	300 BBLs	STEEL AST		,
Comment:	Tanks equipped with telemetry				
Corrective Action:					Date:

Paint

Condition	Adequate
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Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficent		
Comment:	Centralized containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	8	300 BBLS	STEEL AST		,
Comment:	Tanks equipped with telemetry				
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficent		
Comment:	Separate centralized containment			
Corrective Action:				Date:

Venting:

Yes/No	NO
Comment:	
Corrective Action:	Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities								
Facility ID:	262866	Type:	WELL	API Number: 045-08064	Status:	PR	Insp. Status:	PR
Producing Well								
Comment:	Producing, well on plunger lift							
Corrective Action:						Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12								
Facility ID:	268506	Type:	WELL	API Number: 045-09268	Status:	PR	Insp. Status:	PR
Producing Well								
Comment:	Producing, well on plunger lift							
Corrective Action:						Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12								
Facility ID:	282079	Type:	WELL	API Number: 045-11633	Status:	PR	Insp. Status:	PR
Producing Well								
Comment:	Producing, well on plunger lift							
Corrective Action:						Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12								
Facility ID:	282080	Type:	WELL	API Number: 045-11632	Status:	PR	Insp. Status:	PR
Producing Well								
Comment:	Producing, well on plunger lift							
Corrective Action:						Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12								
Facility ID:	282081	Type:	WELL	API Number: 045-11631	Status:	PR	Insp. Status:	PR
Producing Well								
Comment:	Producing, well on plunger lift							
Corrective Action:						Date:		
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12								

Reclamation - Storm Water - Pit**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Ditches				
Sediment Traps						
		Culverts				
		Other				Mag chloride on some sections of lease road
Culverts						
		Gravel				Sparse to none in sections
		Compaction				Light compaction in some sections
Compaction						Light compaction in some areas
				Material Handling And Spill Prevention		Chemical tank containments
Ditches						
Gravel						Sparse to none in areas
Berms						
Rip Rap						Some erosion present on Rip Rap Run
Retention Ponds						

Comment: Small amount of erosion present on Rip Rap Run, may need maintenance in near future (NE corner upper tier of location)

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
Please refer to Equipment for corrective action & also refer to Signs/Marker, Housekeeping & Stormwater for comments.	smelserw	09/13/2024

Attached Documents

You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
708904570	Inspection 708904568 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706418
708904571	Inspection 708904568 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6706419